

Michigan

**COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**

SEPTEMBER 30, 2008

(In Thousands)

	STATE OF MICHIGAN DEFERRED COMPENSATION FUNDS	LEGISLATIVE PENSION BENEFITS FUND	LEGISLATIVE OTHER POSTEMPLOYMENT BENEFITS FUND	STATE POLICE PENSION BENEFITS FUND
ASSETS				
Cash	\$ -	\$ -	\$ -	\$ -
Equity in common cash	3,412	5,998	581	12,280
Receivables:				
From participants	133,818	-	-	-
From employer	-	561	54	-
Other	375	-	-	-
Interest and dividends	-	46	4	28
Due from other funds	-	-	-	3,855
Due from component unit	-	-	-	-
Due from other governmental	-	-	-	-
Sale of investments	-	307	30	-
Investments at Fair Value:				
Short-term investments	-	-	-	9,521
Bonds, notes, mortgages, and preferred stock	-	-	-	188,659
Common stock	-	55,272	5,362	473,325
Real estate	-	-	-	134,433
Alternative investments	-	-	-	210,624
International investments	-	-	-	100,818
Mutual funds	1,426,221	86,909	8,431	-
Pooled investment funds	1,780,986	-	-	-
Money market funds	219,002	-	-	-
Securities lending collateral	-	-	-	146,126
Total Assets	\$ 3,563,814	\$ 149,093	\$ 14,462	\$ 1,279,669
LIABILITIES				
Warrants outstanding	\$ -	\$ 21	\$ 2	\$ 145
Accounts payable and other liabilities	-	1,456	142	80
Amounts due to other funds	-	4	-	-
Obligations under security lending	-	-	-	190,704
Total Liabilities	\$ -	\$ 1,481	\$ 144	\$ 190,929
NET ASSETS				
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits	<u>\$ 3,563,814</u>	<u>\$ 147,612</u>	<u>\$ 14,319</u>	<u>\$ 1,088,740</u>
Reconciliation of Net Assets Held in Trust:				
Pension benefits	\$ -	\$ 147,612	\$ -	\$ 1,088,740
Postemployment health-care benefits	-	-	14,319	-
Deferred compensation participants	<u>3,563,814</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets held in trust for benefits	<u>\$ 3,563,814</u>	<u>\$ 147,612</u>	<u>\$ 14,319</u>	<u>\$ 1,088,740</u>

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS (Continued)
 SEPTEMBER 30, 2008
 (In Thousands)

	STATE POLICE OTHER POSTEMPLOYMENT BENEFITS FUND	STATE EMPLOYEES' PENSION BENEFITS FUND	STATE EMPLOYEES' OTHER POSTEMPLOYMENT BENEFITS FUND	PUBLIC SCHOOL EMPLOYEES' PENSION BENEFITS FUND	PUBLIC SCHOOL EMPLOYEES' OTHER POSTEMPLOYMENT BENEFITS FUND	JUDGES' PENSION BENEFITS FUND
ASSETS						
Cash	\$ -	\$ -	\$ -	\$ 23	\$ -	\$ -
Equity in common cash	7,551	119,727	97,645	565,175	15,461	6,039
Receivables:						
From participants	-	-	-	-	-	-
From employer	764	65,775	9,523	435,064	-	66
Other	-	-	-	-	-	-
Interest and dividends	-	260	-	1,018	28	7
Due from other funds	-	32,413	-	-	-	-
Due from component unit	-	325	-	-	-	-
Due from other governmental	53	-	3,973	-	-	-
Sale of investments	-	-	-	-	-	-
Investments at Fair Value:						
Short-term investments	4	75,016	10	328,696	8,992	3,683
Bonds, notes, mortgages, and preferred stock	86	1,704,093	236	6,928,098	189,523	45,774
Common stock	217	4,268,486	592	16,948,853	463,649	115,956
Real estate	61	1,189,366	165	4,366,608	119,452	44,650
Alternative investments	96	1,808,061	251	7,526,501	205,893	40,106
International investments	46	919,512	127	3,574,932	97,795	24,484
Mutual funds	-	-	-	-	-	-
Pooled investment funds	-	-	-	-	-	-
Money market funds	-	-	-	-	-	-
Securities lending collatera	82	1,307,178	222	5,214,811	142,655	36,415
Total Assets	\$ 8,961	\$ 11,490,212	\$ 112,745	\$ 45,889,777	\$ 1,243,448	\$ 317,180
LIABILITIES						
Warrants outstanding	\$ -	\$ 1,999	\$ -	\$ 6,254	\$ 171	\$ 39
Accounts payable and other liabilities	6,026	1,182	75,245	13,021	225,047	3
Amounts due to other funds	-	-	-	-	-	-
Obligations under security lending	82	1,705,793	222	6,804,760	186,149	47,518
Total Liabilities	\$ 6,108	\$ 1,708,973	\$ 75,467	\$ 6,824,035	\$ 411,368	\$ 47,559
NET ASSETS						
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits	\$ 2,853	\$ 9,781,239	\$ 37,278	\$ 39,065,741	\$ 832,080	\$ 269,621
Reconciliation of Net Assets Held in Trust						
Pension benefits	\$ -	\$ 9,781,239	\$ -	\$ 39,065,741	\$ -	\$ 269,621
Postemployment health-care benefits	2,853	-	37,278	-	832,080	-
Deferred compensation participants	-	-	-	-	-	-
Total net assets held in trust for benefits	\$ 2,853	\$ 9,781,239	\$ 37,278	\$ 39,065,741	\$ 832,080	\$ 269,621

COMBINING STATEMENT OF FIDUCIARY NET ASSETS
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS (Continued)
 SEPTEMBER 30, 2008
 (In Thousands)

	JUDGES' OTHER POSTEMPLOYMENT BENEFITS FUND	STATE OF MICHIGAN DEFINED CONTRIBUTION RETIREMENT FUND	TOTALS
ASSETS			
Cash	\$ -	\$ -	\$ 23
Equity in common cash	137	478	834,484
Receivables:			
From participants	-	87,159	220,976
From employer	21	-	511,828
Other	-	88	463
Interest and dividends	-	-	1,392
Due from other funds	-	-	36,268
Due from component unit	-	-	325
Due from other governmental	-	-	4,026
Sale of investments	-	-	337
Investments at Fair Value:			
Short-term investments	-	-	425,922
Bonds, notes, mortgages, and preferred stock	1	-	9,056,471
Common stock	3	-	22,331,713
Real estate	1	-	5,854,736
Alternative investments	1	-	9,791,534
International investments	1	-	4,717,714
Mutual funds	-	337,532	1,859,094
Pooled investment funds	-	295,300	2,076,286
Money market funds	-	117,621	336,624
Securities lending collateral	1	-	6,847,491
Total Assets	\$ 166	\$ 838,178	\$ 64,907,705
LIABILITIES			
Warrants outstanding	\$ -	\$ -	\$ 8,632
Accounts payable and other liabilities	163	-	322,365
Amounts due to other funds	-	-	4
Obligations under security lending	1	-	8,935,229
Total Liabilities	\$ 164	\$ -	\$ 9,266,228
NET ASSETS			
Net assets held in trust for pension, postemployment health-care, and deferred compensation benefits	\$ 2	\$ 838,178	\$ 55,641,476
Reconciliation of Net Assets Held in Trust:			
Pension benefits	\$ -	\$ 838,178	\$ 51,191,131
Postemployment health-care benefits	2	-	886,531
Deferred compensation participants	-	-	3,563,814
Total net assets held in trust for benefits	\$ 2	\$ 838,178	\$ 55,641,476